



JOHN NAIMO  
AUDITOR-CONTROLLER

**COUNTY OF LOS ANGELES  
DEPARTMENT OF AUDITOR-CONTROLLER**

KENNETH HAHN HALL OF ADMINISTRATION  
500 WEST TEMPLE STREET, ROOM 525  
LOS ANGELES, CALIFORNIA 90012-3873  
PHONE: (213) 974-8301 FAX: (213) 626-5427

November 16, 2015

TO: Supervisor Michael D. Antonovich, Mayor  
Supervisor Hilda L. Solis  
Supervisor Mark Ridley-Thomas  
Supervisor Sheila Kuehl  
Supervisor Don Knabe

FROM: John Naimo   
Auditor-Controller

SUBJECT: **QUARTERLY REPORT ON IMPACT OF HEALTH CARE REFORM ON  
COUNTY CASH FLOWS (Board Agenda Item 36-A, June 25, 2013)**

On June 25, 2013, your Board instructed the Auditor-Controller to report quarterly on the impact of health care reform on the County's cash flows and the Department of Health Services' (DHS) financial performance. This report is for the quarter ended September 30, 2015.

We continue to closely monitor General Fund cash advances to the Hospital Funds. As of September 30, 2015, such advances were \$403 million. By comparison, the cash advances of a year ago (September 30, 2014) were \$814 million. As noted in our previous quarterly memo, Hospital collections improved significantly during Fiscal Year (FY) 2014-15 and this trend continued as we began the first quarter of FY 2015-16.

If you have any questions, please contact me, or your staff may call Connie Yee at (213) 974-8321.

JN:CY

c: Sachi A. Hamai, Chief Executive Officer  
Patrick Ogawa, Acting Executive Officer, Board of Supervisors  
Mitchell H. Katz, M.D., Director, Department of Health Services  
Joseph Kelly, Treasurer and Tax Collector  
Audit Committee  
Public Information Office